(a) whether it is a fact that Cotton Corporation of India has announced godown storage facility for cotton for the textile mills; and

(b) if so, what are the salient features of the scheme indicating the interest rate proposed to be charged by CCI on this account?

THE MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SHRI RAFIQUE ALAM): (a) Yes, Sir.

(b) A statement is attached.

Statement

1. The Corporation will extend Godown storage facility to all Textile Mills who agree to the terms and conditions the sailent features of which are detailed below:—

1. Cotton bales will be despatched on the basis of the contract finalised and the bales approved/selected.

2. 10 per cent of the value of the specific lots plus transportation charges should be paid in advance and only those specific lots earmarked for a particular mill will be despatched to the CCI/Mills Godowns. The 10 per cent advance will be adjusted at the time of delivery.

3. The rate of carrying charges will be 2.5 per cent per month prorata on a quarterly basis as per the contract till the bales are paid for and lifted.

4. Wherever the CCI has no storage facility, the Corporation may agree to store the bales in Mills Godown with lock and key under the custody of CCI and delivery will be made directly against full payment.

5. The Corporation will arrange transit Insurance and Storage Insurance.

6. All expenses in loading/unloading at the spot, freight, unloading/loading at destination and in the Godown etc. will be on Mills account.

2. The Corporation does not charge any interest under the Scheme, except the carrying charges as mentioned at Points—3 above.

Payment of rent by Dena bank for Connaught Circus premises

873. SHRI PRITHIBI MAJHI: Will the Minister of FINANCE be pleased to refer to the answer to Unstarred Question 2763 given in the Rajya Sabha on the 22nd March, 1988 and state:

(a) whether despite the Dena Bank and the actual allotte mutually agreeing to a reasonable increase in rent since 1984 in respect of premises bearing No. 206, Akash Deep, Connaught Circus, New Delhi, the former has neither paid the agreed rent to the landlord nor renewed the lease agreement till date; and

(b) if so, what remedial steps Government propose to take to avoid further delay in this regard?

THE MINISTER OF STATE IN THE DEPARTMENT OF ECONOMIC AFFAIRS IN THE MINISTRY OF FINANCE (SHRI EDUARDO FALEIRO): (a) Dena Bank has reported that it has not been possible to arrive at an agreement with the landlord on all points due to stipulation of conditions by the landlord not acceptable to it.

(b) Matters relating to leasing of premises are governed by the tenancy laws and the terms of the contracts between the contracting parties and within the overall guidelines of RBI in this regard.